

State of Utah DEPARTMENT OF NATURAL RESOURCES Division of Oil, Gas & Mining

MICHAEL R. STYLER Executive Director JOHN R. BAZA Division Director

Inspection Report

Supervisor A

Minerals Regulatory Program

Date of Report: September 19, 2007

Mine Name: Golden Phoenix Claims

Operator Name: Golden Phoenix Mining and Development

Permit number: S0130012

Inspection Date: September 11,

2007

Time: 6:30 -7:00 PM

Inspector(s): Paul Baker Other Participants: None Mine Status: Inactive

Weather: Partly cloudy, 50s

Elements of Inspection	Evaluated	Comment	Enforcement
1. Permits, Revisions, Transfer, Bonds			
2. Public Safety (shafts, adits, trash, signs, highwalls)			
 Protection of Drainages / Erosion Control Deleterious Material 			
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5. Roads (maintenance, surfacing, dust control, safety)			Ш
6. Concurrent Reclamation			
7. Backfilling/Grading (trenches, pits, roads, highwalls, shafts, drill holes)			
8. Water Impoundments			
9. Soils			
10. Revegetation			
11. Air Quality			
12. Other	\boxtimes		

Purpose of Inspection:

This was a routine inspection. I had not previously been to this site.

Inspection Summary:

1. Permits, Revisions, Transfer, Bonds

On July 18, 2007, the Division sent a letter to the operator approving the Notice of Intention to Commence Small Mining Operations and the reclamation surety. This is a long-term exploration operation that has now been converted to a small mine. The operator has posted a reclamation surety with the Forest Service.

2. Public Safety (shafts, adits, trash, signs, highwalls)

As can be seen in Photo 1, there are two openings into a limestone cliff. These openings are not fenced or otherwise closed. I walked into one of the portals for a few feet, and it loops over to connect with the other opening. I do not know how far back the workings extend but suspect it's not too far.

12. Other

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S0130012

This mine site is in a limestone sink hole along Pole Creek. The creek flows into the sink hole, but there is no surface outlet. I understand the hole sometimes fills to the point the portals are inaccessible until late summer and that they stay under water all summer in some years. I also understand the operator would like to dig near the bottom of the sink hole but that this is impossible in all but the driest years.

There are two culverts in the creek, but it's obvious not all the water flows through them.

According to Dave Herron with the Forest Service, there is a reclaimed access road leading to the portals. Since this road is reclaimed, the only access appears to be on a foot path down a fairly steep hill.

Conclusions and Recommendations:

Although the portals are open and unguarded, I do not believe they pose much of a risk to the public because the rock appears to be competent. I am checking with MSHA to see what their requirements are.

_ Date: 9 (28/07

Inspector's Signature

Directions to Site:

Starting in Roosevelt, go north on SR 121 to Neola. There is an intersection where SR 121 heads east, but continue going north. Follow this road for 8.2 miles heading the whole time toward Uinta Canyon and the U Bar Ranch. There is an intersection at this point, and, once again, turn toward Uinta Canyon and the U Bar Ranch. Follow this road for 3.9 miles to a T and turn toward the U Bar Ranch for 0.2 miles across the Uinta River. Veer to the right—this time away from the U Bar Ranch—and go for 3.5 miles on the Elkhorn Loop Road. Turn right at the road leading to Lower Pole Creek and follow this road for 0.8 miles. Turn left and follow this road north for 1.4 miles where it dead ends at the mine. I suggest taking maps, especially the Pole Creek Cave and Rasmussen Lake 7.5-minute quads.

PBB:pb

cc: Linda Muir, Golden Phoenix

Dave Herron, Ashley National Forest

Attachments: GPS map and Photos

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ATTACHMENT

Photographs S0130012, Golden Phoenix Claims, Golden Phoenix Mining and Development

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Photo 1. An overview of the mine area. There is a reclaimed road leading to the portal on the left.



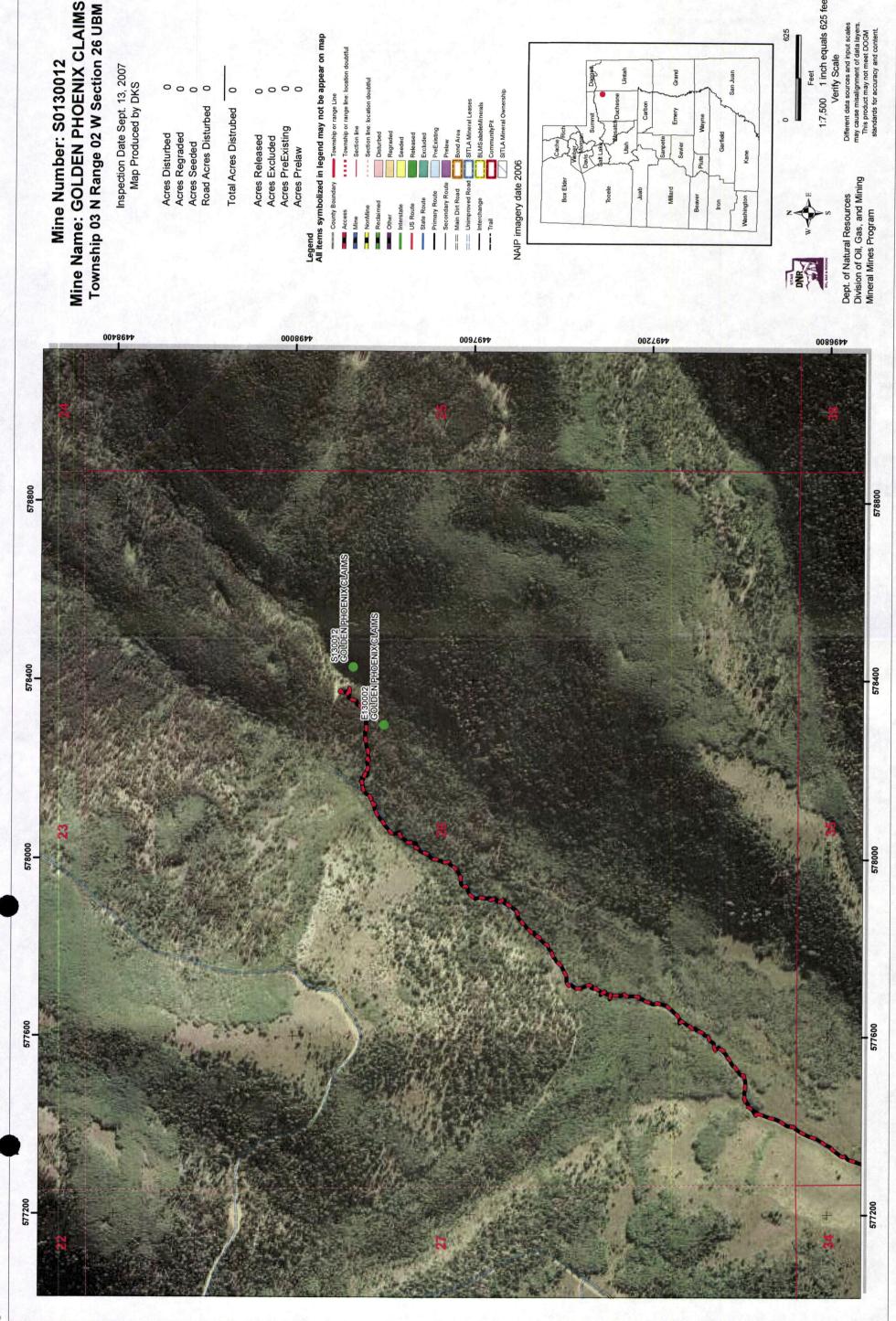
Photo 2. Culverts in the stream by the upper portal.



Photo 3. The tunnel from the upper portal loops to the lower portal. This is as far as I went in the tunnel.

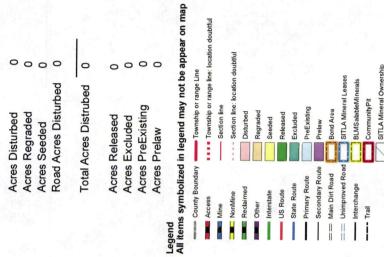


Photo 4. There is no surface outlet for the stream.



Mine Name: GOLDEN PHOENIX CLAIMS Mine Number: S0130012

Inspection Date Sept. 13, 2007 Map Produced by DKS



Grand

1:7,500 1 inch equals 625 feet Verify Scale

625

Different data sources and input scales may cause misalignment of data layers. This product may not meet DOGM standards for accuracy and content.